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ARIZONA CORPORATION COMMISSION

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May 13, 2005

Hand-Delivered

Richard D. Kinder Chairman and CEO Kinder Morgan, Inc. 500 Dallas Street, Suite 1000 Houston, TX 77002

Dear Mr. Kinder:

I regret that I am unable to attend your meeting with Chairman Hatch-Miller and Commissioner Mayes. I am confident that they will effectively represent the interests of Arizona and the City of Chandler in particular.

As a resident of Chandler for 25 years, I have deep concerns about the safety and location of the six-inch fuel line along Pecos Road. When I graduated from law school at Saint Mary's in San Antonio, Chandler was a small farming town with a population of less than 25,000 people. It was a lot like many of the small farming communities in west Texas. Back then the pipeline along Pecos Road was in the middle of nowhere.

Now Chandler is a major metropolitan area with a population of over 200,000 and growing rapidly. The 50-year-old pipeline is now in downtown Chandler in close proximity to residential areas, businesses, a school, and the historic San Marcos Hotel.

The way I see it there are both short-term and long-term problems with the fuel pipeline.

The short-term problem is that the City of Chandler's project to widen Pecos Road from a two lane country road to a five to seven lane arterial roadway is at a standstill because of the prohibition against compacting or heavy equipment within four feet of the line. The City is willing to compromise but it needs Kinder Morgan to give a little as well.

The long-term problem with the 50-year-old pipeline is that it appears to be in bad shape and runs through densely populated areas not only in Chandler, but also Gilbert and Laveen. My memory of the rupture of the Tucson to Phoenix fuel line two years ago causes me to have serious concerns about the safety of the pipeline along Pecos Road. It seems to me that the long-term solution will require the replacement of the pipe through populated areas over the next few years.

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Thank you for your consideration of this matter. I look forward to working with you to resolve these safety concerns.

Sincerely,

William A. Mundell, Commissioner Arizona Corporation Commission

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cc: Chairman Hatch-Miller

Commissioner Spitzer Commissioner Gleason Commissioner Mayes

Mayor Boyd Dunn, City of Chandler